

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
(801) 538-5340

TRANSFER OF NOTICE OF INTENTION
LARGE MINING OPERATIONS

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1. (a) Notice of intention to be transferred (file number): ACT/037/023*
(b) Name of mining operation: Calliham Mine
(c) Location of mining operation (county): San Juan
(d) Name, telephone number and mailing address of the operator currently holding the notice of intention (transferor):
Atlas Minerals
743 Horizon Court, Suite 202
Grand Junction, CO 81506 (303) 243-5800
2. (a) Name, telephone number and mailing address of the operator acquiring the notice of intention (transferee):
UMETCO Minerals
1600 Ute Avenue, P.O. Box 1029
Grand Junction, CO 81506 (303) 245-3700
(b) Name, telephone number and address of the authorized representatives of the Transferee to whom any notices under the provisions of the Utah Mined Land Reclamation Act may be sent:
Gene Yoder, UMETCO Minerals
1600 Ute Avenue, P.O. Box 1029
Grand Junction, CO 81506 (303) 245-3700
3. (a) The total disturbed area identified in the approved notice of intention: 33.3 acres
(b) The actual number of acres disturbed by the operation through date of transfer: _____
(c) Attach a legal description of above acreages as Appendix "A" and a map of suitable scale with actual disturbed areas clearly shown and identified.
4. This application must be accompanied by a fully executed and signed Reclamation Agreement (Form MR-RA).

*Note that this approved Notice of Intention covers both the Calliham and Sage Mines. This transfer is for the Calliham only.

The Division waives this requirement at this time

(Forms are being revised)
L.R. Brantley 1-9-88
DR. Wilson

SWORN STATEMENT OF TRANSFEROR

I, Robert T. Exby being first duly sworn under oath,
deposes and says that I am Vice President, Finance
(officer or agent)
Atlas Minerals, a Division
of Atlas Corporation; and that I am duly authorized to
(operator)
execute and deliver the foregoing obligations; that I have read the said
application and fully know the contents thereof; that all statements contained
in the transfer application are true and correct to the best of my knowledge
and belief. By execution of this statement I certify that the Transferor is
in full compliance with the Utah Mined Land Reclamation Act, the Rules and
Regulations promulgated thereunder, and the terms and conditions of Notice of
Intention No. ACT/037/023.

Robert T. Exby
Signature
Robert T. Exby
Name (Typed or Print)
Vice President, Finance
Title

Subscribed and sworn before me this 7th day of September, 1988.

Anne B. Nichols
Notary Public

My commission Expires:

September 23, 1988.

State of Colorado)
County of Mesa) ss.
)

FINAL SWORN STATEMENT OF TRANSFEREE

Gene Yoder being first duly sworn under oath,
depose and say that I am Land Manager
(officer or agent)
of UMETCO Minerals; and that I am duly authorized to
(operator)
execute and deliver the foregoing obligations; that I have read the
application and fully understand the contents thereof; that all statements
contained in the transfer application are true and correct to the best of my
knowledge and belief. By execution of this statement, the Transferee agrees
to be bound by the terms and conditions of Notice of Intention
No. ACT/037/023, the Utah Mined Land Reclamation Act, and the Rules and
Regulations promulgated thereunder.

Gene F. Yoder
Signature
Gene F. Yoder
Name (Typed or Print)
Land Manager
Title

Subscribed and sworn before me this 14th day of September, 1988.

Shirley M. Woods
Notary Public

My commission Expires:

August 7, 1988.

State of Colorado)
County of Mesa) ss.
)

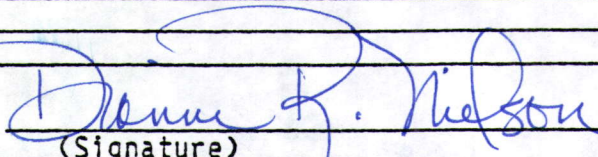
CERTIFICATION OF APPROVAL

This is to certify that I have examined the foregoing application and do hereby grant the same, subject to the following limitations and conditions:

- (a) This transfer of notice of intention grants only the right to affect the lands described in Appendix "A".
- (b) The transferee has provided to the Division a fully executed and signed Reclamation Agreement (Form MR-RA). The surety shall be effective on the date of transfer.
- (c) The transferee, or such other person as required by UCA 1953, Title 40-8, has acquired legal right to mine for lands described in Appendix "A".

COMMENTS:

APPROVED:


(Signature)

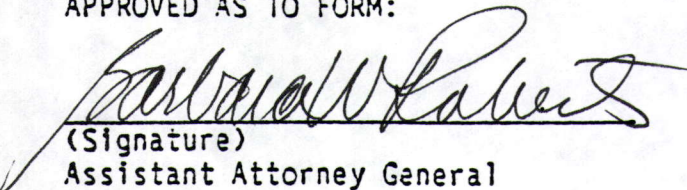
Director, Division of Oil, Gas and Mining

Effective Date:

NOI No.:

1-26-89

APPROVED AS TO FORM:


(Signature)

Assistant Attorney General

APPENDIX A
CALLIHAM MINE
LEGAL DESCRIPTION

Sections 33, 34, Township 32S, Range 26E

APPENDIX B

Permit ACT/037/023 covers two mines, the Calliham and the Sage, which are connected by a surface access road. The intent of this action is to transfer only the Calliham Mine, thus necessitating a need to separate the two mines for regulatory purposes.

When originally noticed in 1977, the following surface area breakdown was provided as Attachment C.

Approximate Acreage to be Disturbed (acres)

| | <u>Calliham</u> | <u>Sage</u> | <u>Total</u> |
|----------------------------|-----------------|-------------|--------------|
| Mining Operation Area | 20.5 | 6.8 | 27.3 |
| Access Road | 2.0 | 4.5 | 6.5 |
| Drainage System | 2.0 | 0 | 2.0 |
| (Water Ponding Structures) | <u>24.5</u> | <u>11.3</u> | <u>35.8</u> |
| Grand Total | | | 35.8 |

An amendment was requested in January 1981 for an additional 8.8 acres for the mine water impoundment and evaporation system. This area is included with the Calliham Mine. Consequently, the total acreage permitted for the two mines is itemized as follows:

| | |
|---------------|----------------|
| Calliham Mine | 33.3 ac |
| Sage Mine | <u>11.3 ac</u> |
| Total | 44.6 ac |

A request for transfer of the Notice of Intent for the Sage Mine has been prepared and previously submitted. The Sage Mine is being transferred to H. D. Butt.

APPENDIX A

CALLIHAM MINE

LEGAL DESCRIPTION

Sections 33, 34, Township 32S, Range 26E